89th CONGRESS 1st Session

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IN THE HOUSE OF REPRESENTATIVES

A BILL

To amend the Federal Firearms Act.

- I Be it enocted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That the first section of the Federal Firearns Act (52 Stat.
- 4 1250) is emended to read as follows:
- 5 "That as used in this Act --
- 6 "(1) The term 'person' includes an individual, partner-
- 7 ship, association, or corporation.
- 8 "(2) The term 'interstate or foreign commerce' means
- 9 commerce between any State or possession (not including the
- 10 Canal Zone), or the District of Columbia, and any place
- 11 outside thereof; or between points within the same State or
- 12 possession (not including the Canal Zone), or the District
- 13 of Columbia, but through any place outside thereof; or
- 14 within any possession or the District of Columbia. The

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- 1 term 'State' shall be held to include the Commonwealth of
- 2 Puerto Rico, the Virgin Islands, and the District of
- 3 Columbia.
- 4 "(3) The term 'firearm' means any weapon, by whatsoever
- 5 name known, which will, or is designed to, or which may be
- 6 readily converted to, expel a projectile or projectiles by
- 7 the action of an explosive; the frame or receiver of any
- 8 such weapon; or any firearm muffler or firearm silencer; or
- 9 any destructive device.
- 10 "(4) The term 'destructive device' means any emplosive
- 11 or incendiary (a) bomb or (b) grenade or (c) rocket or
- 12 (d) missile or (e) similar device, or launching device
- 13 therefor (except a device which is not designed or redesigned
- 14 or used or intended for use as a weapon or part thereof);
- 15 and the term shall also include any type of weapon by whatso-
- 16 ever name known (other than a shotgen having a barrel or
- 17 barrels of 18 or more inches in length), which will, or which
- 18 is designed to, or which may be readily converted to, expel a
- 19 projectile or projectiles by the action of an explosive, the
- 20 barrel or barrels of which have a bore of one-half inch or
- 21 more in diameter: Provided, That, the Secretary may by
- 22 regulations exclude from this definition any device which he
- 23 finds is not likely to be used as a weapon and which is shown Approved For Release 2004/05/05: CIA-RDP67B00446R000500280008-9

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- 1 to serve a necessary or useful purpose.
- 2 "(5) The term 'importer' means any person engaged in
- 3 the business of importing or bringing firearms into the
- 4 United States for purposes of sale or distribution; and the
- 5 term 'licensed importer' means any such person licensed
- 6 under the provisions of this Act.
- 7 "(6) The term 'manufacturer' means any person engaged
- 8 in the manufacture of firearms for purposes of cale or
- 9 distribution; and the term 'licensed manufacturer' means
- 10 any such person licensed under the provisions of this Act.
- 11 "(7) The term 'dealer' means (a) any person engaged
- 12 in the business of selling firearms at wholesale or retail,
- 13 (b) any person engaged in the business of repairing such
- 14 firearms or of manufacturing or fitting special barrels.
- 15 stocks, or trigger mechanisms to firearies, or (c) any
- 16 person who is a parmbroker. The term 'licensed dealer'
- 17 means any dealer who is licensed under the provisions of
- 18 this Act.
- 19 "(8) The term 'pawnbroker' means any person whose
- 20 business or occupation includes the taking or receiving, by
- 21 way of pladge or pawn, of any fixears as security for the
- 22 payment or repayment of money.
- 23 "(9) The term 'indictment' includes an indictment or

- 1 an information in any court of the United States, the
- 2 several States, possessions, or the District of Columbia
- 3 under which a crime punisheble by imprisonment for a term
- 4 exceeding one year may be prosecuted.
- 5 "(10) The term 'fagitive from justice' means any
- 6 person who has fled from any State, the District of Columbia,
- 7 or a possession of the United States (a) to avoid prosecution
- 8 for a crime punishable by imprisonment for a term exceeding
- 9 one year, or (b) to avoid giving testimony in any criminal
- 10 proceeding.
- 11 "(11) The term 'crime punishable by imprisonment for
- 12 a term exceeding one year' shall not include any Federal or
- 13 State offenses pertaining to antitrust violations, unfair
- 14 trade practices, restraints of trade, or other similar
- 15 offenses relating to the regulation of business practices
- 16 as the Sacretary may by regulation designate.
- 17 "(12) The term 'Secretary' or 'Secretary of the Treasury'
- 18 means the Secretary of the Treasury or his delegate."
- 19 SEC. 2. Section 2 of the Federal Firearms Act is
- 20 amended to read as follows:
- 21 "(a) It shall be unlawful for any person (except an
- 22 importer, manufacturer, or dealer, licensed under the provi-
- 23 slows of this Act) to transport, ship, or receive may firearm

- l in interstate or foreign commerce, except --
- 2 (1) That in the case of a shotgum or rifle
- 3 (other than a shotgue or rifle which is subject to
- 4 the provisions of the National Firearms Act) nothing
- 5 in this subsection shall be held to preclude an
- 6 individual traveling in interstate or foreign
- 7 commerce from transporting such shotgum or rifle
- 8 (or having such shotgum or rifle transported for him
- 9 under such conditions as the Secretary shall by
- 10 regulations prescribe), if such transportation is for
- 11 a lawful purpose;
- 12 (2) That in the case of a pistol or revolver.
- 13 nothing in this subsection shall be held to preclude
- 14 an individual traveling in interstate or foreign commerce
- 15 from transporting a pistol or revolver, possessed and
- 16 carried in conformity with the law of each particular
- 17 state into (or through) which the pistol or revolver
- 18 is transported (or having the pistel or revolver
- 19 transported for him under such conditions as the
- 20 Secretary or his delegate shall by regulations pra-
- 21 scribe), if (A) the transportation is for a lawful
- 22 purpose not including sale or other disposition thereof,
- 23 and (B) such individual did not acquire the pistol or

- revolver in the course of such traveling is interstate or foreign commerce;
- 3 (3) That in the case of a shotgum or rifle 4 (other than a shotgun or rifle which is subject to 5 the provisions of the National Firearms Act) or a 6 pistol or revolver nothing in this subsection shall 7 be held to preclude a person from shipping such a 8 firearm to a licensed importer, licensed manufacturer, or licensed dealer for authorized service and the 9 10 return of such firenim to the sender under such 11 conditions as the Secretary shall by regulations 12 proscribe:
- 13 (4) That nothing in this subsection shall be 14 construed as making unlevial the shipping or trans-15 porting of a firearm in interstate or foreign 16 commerce, by a common or contract carrier in the 17 operation of his business or by United States mail, 18 to a licensed importer, licensed manufacturer, or 19 licensed dealer (or each transportation as is other-20 wise authorized under this Act); and
 - (5) That mothing in this subsection shall be construed as applying in any manner in the District of Columbia or a possession differently than it would

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- 2 were a State of the United States.
- 3 "(b) It shall be unlowful for any licensed importer,
- 4 licensed manufacturer, or licensed dealer to sell or other-
- 5 wise dispose of any firearm to any person .-
- "(1) Without satisfactorily ascentaining (in such a manner as the Secretary shall by regulations prescribe) the true identity and place of residence (or business in the case of a corporation or other business entity) of such a person; or
- "(2) Whom (in the case of an individual) he knows or has reasonable cause to believe is under 18 years of age; or
- "(3) Whom he knows or has reasonable cause to 14 believe is not a resident of (or in the case of a 15 corporation or other business entity, who does not 16 17 have a place of business in) the State in which the importer's, manufacturer's, or dealer's place of 18 19 business is located; except that this paragraph shall not apply in the case of a shotgun or riflo 20 (other than a shotgum or rifle which is subject to 21 the provisions of the National Fireams Act). 22
- 23 This subsection shall not apply in the case of transactions

- 1 between licensed importors, licensed meanfecturers, and
- 2 licensed dealers."
- 3 "(c) It shall be unlawful for any licensed importer.
- 4 licensed manufacturer, or licensed dealer to sell or other-
- 5 wise dispose of any firearn received in interstate or
- 6 foreign commerce to any person knowing or having reasonable
- 7 cause to believe that such person is under indictment or
- 8 has been convicted in any court of the United States, the
- 9 several States, possessions, or the District of Columbia of
- 10 a crime punishable by laprisonment for a torm exceeding one
- 11 year or is a fugitive from justice.
- 12 "(d) It shall be unlawful for any person who is under
- 13 indictment or the has been convicted of a crime punishable
- 14 by imprisonment for a term exceeding one year, or who is a
- 15 fugitive from justice, to ship, transport, or cause to be
- 16 shipped or transported, any firearn in interstate or foreign
- 17 commerca.
- 18 "(a) It shell be unlawful for any person who is under
- 19 indictment or who has been convicted in any court of a crime
- 20 purishable by imprisoment for a term emending one year,
- 21 or is a fugicive from justice, to receive ear fixearm which
- 22 has been shipped or transported in interstate or foreign
- 23 commence.

- "(f) It shall be unlawful for any person knowingly to
- 2 deposit, or cause to be deposited for mailing or delivery
- 3 by mail, or knowingly to deliver, or cause to be delivered,
- 4 to any common or contract carrier for transportation or ship-
- 5 ment in interstate or foreign commune, any package or other
- 6 container in which there is any firearm, without written
- 7 notice to the Postmaster General or his delegate or to the
- 8 carrier (as the case may be) that a firearm is being trans-
- 9 ported or shipped.
- 10 "(g) It shall be unlawful for any common or contract
- 11 carrier to deliver, or cause to be delivered, in interstute
- 12 or foreign commerce any firearm to any person who does not
- 13 exhibit or produce evidence of a license obtained under
- 14 section 3 of this Act or who is not exempted by section 4
- 15 from the provisions of this Act (except a firezem transported
- 16 under regulations prescribed under section 2(e)(1), (2) or
- 17 (3) of this Act).
- 18 "(h) It shall be unlawful for any person to transport
- 19 or ship or cause to be transported or shipped in interstate
- 20 or foreign commerce any stolen firearn, knowing, or having
- 21 reasonable cause to ballove, some to have been stolen.
- 22 "(1) It shall be unlewful for any person to receive,
- 23 conceal, store, barter, sell, or dispose of any stolen firearm

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- 1 or pledge or accept as security for a loan any stolen fire-
- 2 erm, moving as, or which is a part of, or which constitutes
- 3 interstate or foreign commerce, knowing, or having reasonable
- 4 cause to believe the same to have been stolen.
- 5 "(j) It shall be unlawful for any person to transport,
- 6 ship, or knowingly receive in interstate or fereign commerce
- 7 any firearm from which the importer's or manufacturer's
- 8 serial number, as the case may be, has been removed,
- 9 obliterated, or altered.
- 10 "(k) It shall be unlawful for any person to import or
- 11 bring into the United States or any possession thereof any
- 12 firearm for which a license to import or bring into the
- 13 United States is required under section 3(e) of the Act.
- 14 unless such person has first obtained a license from the
- 15 Secretary, as provided in such section to so import or bring
- 16 in such firearm.
- "(1) It shall be unlawful for any parson to knowingly
- 18 receive any firearm which has been imported or brought into
- 19 the United States or say possession thereof in violation of
- 20 the provisions of this Act."
- 21 SEC. 3. Section 3 of the Federal Firesum Act is
- 22 amended to read as follows:
- 23 "SEC. 3. (a) Any importer, manufecturer, or dealer

1	desiring to transport, ship, or receive firezens in inter-
2	state or foreign commerce shall file an application for a
3	license with the Secretary in such form and containing such
4	information as the Secretary shall by regulation prescribe.
5	Each applicant shall be required to pay a fee for whtaining
6	such license (for each place of business) as follow:
7	"(1) If a manufacturer
8	"(A) of destructive devices, a fee of
9	\$1,000 per amum; or
10	"(B) of firearms (other than destructive
11	devices), a fee of \$500 per amous or
12	"(2) If an importer
13	"(A) of destructive devices, a fee of
14	\$1,000 per ammer; or
15	"(B) of firearms (other than destructive
16	devices), a fee of \$500 per small; or
17	"(3) If a dealer
18	"(A) in destructive devices, a fee of \$500
19	per annum; or
20	"(B) who is a permbroker (dealing in fire-
21	arms other than destructive devices), a fee of
22	\$250 per annun; or
23	"(C) in direarms (other than as described

in Supplies and of (B)), a ree of 5100 per
annum.
"(b) Upon filing by an applicant of the preseribed appli-
cation and payment of the prescribed fee, the Secretary shall
(except as provided in subsection (c)), issue to such applicant
the license applied for, which shall, subject to the provision
of this Act, entitle the licenses to transport, ship, and
receive firearms covered by such license in interstate or
foreign commerce during the period stated in the license.
"(c) Any application submitted under subsections (a)
and (b) of this section shall be disapproved and the license
denied if the Secretary, after notice and opportunity for
hearing, finds that
"(1) the applicant is under 21 years of age; or
"(2) the applicant (including in the case of a
corporation, partnership, or association, any
individual pessessing directly or indirectly, the power
to direct or cause the direction of the management and
policies of the corporation, partnership, or association)
is prohibited from transporting, shipping, or receiving
fireness in interstate or foreign commune under the
provisions of subsection (d) or (e) of section 2 of
this Act; or is, by reason of his business experience,

1	finencial	standing, or	trade connections,	not likely
2	to wainta:	in operations	in compliance with	this Act: or

- "(3) the applicant has willfully violated any of
 the provisions of this Act or the regulations issued
 thereunder; or
- "(4) the applicant has willfully failed to

 disclose any material information required, or made

 any false statement as to any material fact, in

 connection with his application; or
- "(5) the applicant does not have, or does not intend to have or to maintain, in a State or possession, business premises for the conduct of the business.
- "(d) The provisions of section 2(c), (d), and (e) of 14 this Act shall not apply in the case of a licensed importer, 15 licensed menufecturer, or licensed dealer who is indicted 16 17 for a crime punishable by imprisonment for a term exceeding one year. A licensed importer, licensed manufacturer, or 18 licensed dealer may continue operations pursuant to his 19 existing license (provided that prior to the expiration of 20 the term of the existing license timely application is made 21 for a new license) during the term of such indictment, and 22

until any conviction pursuant to the indictment becomes final,

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Ī	whereupon he shall be fully subject to all provisions of
2	this Act and operations pursuant to such license shall be
3	discontinued,
4	"(e) Any parson desiring to import or bring any
5	firearm into the United States or a possession thereof
6	shell, in addition to complying with all other applicable
7	provisions of law, obtain a license from the Secretary
8	for the importation or bringing in of such firearm.
9	Licenses required under this subsection shall be issued in
10	such form or manner and subject to such conditions as the
11	Secretary shall by regulation prescribe. No license
12	shall be losued under the provisions of this subsection
13	unless it has been established to the satisfaction of the
14	Seczetaly was
15	"(1) That the fireerm is to be imported or brought
16	in for a lawful purpose, and is adequately identified
17	in such manner that proper records of its importation
18	and disposition may be waintained; and
19	"(2) That such firearm is being imported or
20	brought in for scientific or research purposes, or
21	is for use in convection with competition or

training pursuant to Chapter 401 of Title 10 of the

United States Code; or

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1	"(3) That the firearm to be imported or brought
2	in is unique or so unusual in design or workmanship or
3	caliber that a comparable firearm cannot be obtained in
4	the United States or a possession thereof; or
5	"(4) That the importation or bringing in of such
6	firearm is in the public interest.
7	Applicants for licenses under the provisions of this sub-
8	section shall pay a fee of \$10 for each firearm licensed to
9	be imported or brought into the United States.
10	"(f) No licensed importer, licensed manufacturer, or
11	licensed dealex shall sell or otherwise dispose of a
12	destructive device to a non-licensee unless he has in his
13	possession a sworn statement executed by the principal law
14	enforcement officer of the locality wherein the purchaser
15	or person to whom the destructive device is to be disposed
16	of resides, attesting that there is no provision of law,
17	regulation, or ordinance which would be violated by such
18	person's receipt or possession of the destructive device,
19	and until the licensee has submitted a copy of such suorn
20	statement to the Secretary and has received acknowledgment
21	of receipt thereof. Such sworn statement shall be submitted
22	in such form and contain such information as the Secretary
23	shall by regulation; prescribe.

- "(g) Each licensed importer, licensed manufacturer, 1 and licensed dealer shall maintain such records of 2 importation, production, shipment, receipt, and sale and 3 other disposition, of firearms at such place, for such 3 period and in such form as the Secretary may by regulations 5 prescribe. Such importers, menufacturers, and dealers shall Ó make such records available for inspection at all reasonable 7 times, and shall subult to the Sacretary such reports and 8 information with respect to such records and the contents 9 thereof as he shall by regulations preserabe. The Secretary 10 or his delegate may enter during business hours the premises 11 (including places of storage) of any firearms importer, 12 manufacturer, or dealer for the purpose of inspecting or 13 examining any records or decements required to be kept by 14 such importer or manufecturer or dealer under the provisions 15 of this Act or regulations losued pursuant thereto, and any 16 firesums kept or stored by such importor, semufacturer, or 17 dealer at such premises. Upon the request of any State, or 18 possession, or the District of Columbia, or political sub-19 division thereof, the Secretary of the Treasury may make 20 available to such State, or possession, the District of 21 Columbia, or any political subdivision thereof, any informa-22 tion which he may possess or which he may obtain by reason of the
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- 1 provisions of this Act with respect to the identification of
- 2 persons within such State, or possession, or the District of
- 3 Columbia, or political subdivision thereof, who have purchased
- 4 or received firearms in interstate or forcign commerce,
- 5 together with a description of the firearms so purchased
- 6 or received.
- 7 "(h) Each licensed importer, licensed manufacturer,
- 8 and licensed dealer shall maintain on the exterior and near
- 9 the entrance of his business premises a sign in clear and
- 10 randily legible form showing that he is a 'licensed firearms
- 11 importer', 'licensed fireerms manufecturer', or 'licensed
- 12 firearms dealer', as the case may be, and no other person
- 13 shall post or maintain such a sign.
- 14 "(1) Licensed importars and licensed manufacturers
- 15 shall identify (or cause to be identified) in such manner
- 16 as the Secretary shall by regulations prescribe, each
- 17 firearm imported or manufectured by such importer or
- 18 manufacturer.
- "(j) All provisions of this Act applicable in respect
- 20 to the importation or bringing into the United States of a
- 21 firearm and to persons importing or receiving a
- 22 fixeern shall apply with respect to the importation or
- 23 bringing in or receipt of assemition for such a firearm.

- 1 except that in lieu of the license fee prescribed in
- 2 paragraph (4) of subsection (e) of this section for the
- 3 importation or bringing into the United States of such a
- 4 firearm, the applicant for a license shall pay a fee of
- 5 \$10 for each lot of 1000 (or part of such lot) of such
- 6 ammunition imported or brought into the United States."
- 7 SEC. 4. Section 4 of the Federal Firearms Act is
- 8 amended to reed as follows:
- 9 "SEC. 4. (a) The provisions of this Act shall not
- 10 apply with respect to the transportation, shipment, receipt,
- ll or importation of any firearch) imported for or sold or
- 12 shipped to, or issued for the use of (1) the United States
- 13 or any department, independent establishment, or agency
- 14 thereof; or (2) any State, or possession, or the District
- 15 of Columbia, or any department, independent establishment,
- 16 agency, or any political subdivision thereof.
- 17 "(b) Nothing contained in this Act shall be construed
- 18 to prevent shipment of firearms to institutions, organizations,
- 19 or persons to whom firearms may be lewfully delivered by the
- 20 Secretary of Defense or his delegate, nor to prevent the
- 21 receipt or transportation of such firearms by their lawful
- 22 possessors while they are engaged in military training or
- 23 in competitions."

- 1 SEC. 5. Subsection (b) of section 5 of the Federal
- 2 Firearms Act is amended to read as follows:
- 3 "(b) Any firearm involved in, or used or intended to
- 4 be used in, any violation of the provisions of this Act or
- 5 any rules or regulations promulgated thereunder or any
- 6 violation of the provisions of Title 18 U.S.C. section 111,
- 7 112, 372, 871, 1114, or 1751 shall be subject to seizure and
- 8 forfeiture and all provisions of the Internal Revenue Code of
- 9 1954 relating to the seizure, forfeiture, and disposition of
- 10 firearms as defined in section 5848(1) of said Code, shall,
- 11 so far as applicable, extend to saizures and forfeitures
- 12 under the provisions of this Act."
- 13 SEC. 6. The amendments made by this Act shall become
- 14 effective on the date of the enactment of this Act; except
- 15 that the amendments made by section 3 of this Act to section
- 16 3(a) of the Federal Firearms Act shell not apply to any
- 17 importer, manufacturer, or dealer licensed under the Federal
- 18 Firearms Act on the date of the enactment of this Act until
- 19 the expiration of the license hald by such importer, manu-
- 20 facturer, or dealer on such date.
- 21 SEC. 7. The Federal Fireams Act is amended by adding
- 22 at the end thereof the following new section:
- 23 "SEC. 10. Nothing in this Act shall be construed as Approved For Release 2004/05/05: CIA-RDP67B00446R000500280008-9

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- 1 modifying or affecting the requirements of section 414 of
- 2 the Mutual Security Act of 1954, as amended, with respect
- 3 to the manufacture, exportation, and importation of arms,
- 4 seminition, and implements of war."